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~~TOP SECRET~~

COPY NO. 9

NATIONAL SECURITY COUNCIL

STATUS OF PROJECTS

as of

August 21, 1950

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WARNING

THIS DOCUMENT CONTAINS INFORMATION AFFECTING THE NATIONAL DEFENSE OF THE UNITED STATES WITHIN THE MEANING OF THE ESPIONAGE ACT, 50 U.S.C., 31 AND 32, AS AMENDED. ITS TRANSMISSION OR THE REVELATION OF ITS CONTENTS IN ANY MANNER TO AN UNAUTHORIZED PERSON IS PROHIBITED BY LAW.

NATIONAL SECURITY COUNCIL

STATUS OF PROJECTS

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1. COMPLETED PROJECTS

(August 14, 1950-August 21, 1950)

NSC 26/4
(See NSC Action No. 343)

THE SITUATION IN THE FAR EAST
(NSC Action No. 344. See also related projects in Sections
2, 3, 4 and 5)

2. PROJECTS UNDER CONSIDERATION BY THE NSC

A. Items Scheduled on Agenda for 66th NSC Meeting, August 24, 1950:

EXPORT CONTROLS AND SECURITY POLICY

(NSC 69/1; NSC 69; Memo for NSC from Executive Secretary, subject "Export of Steel Mill Equipment to Austria" dated June 7, 1950; memo for NSC from Acting Executive Secretary, subject "Strategic Rating of Railroad Transportation Equipment" dated June 9, 1950; memo for NSC from Executive Secretary, subject "East (Soviet Orbit)-West Trade" dated August 15, 1950)

Report by the Secretary of Commerce (NSC 69) considered at the 56th NSC meeting (NSC Action No. 293), two further reports by the Secretary of Commerce on related subjects (reference memos of June 7 and 9), and a report by the Joint Chiefs of Staff on an allied subject (reference memo of August 15) scheduled as item 1 on the Agenda of the 66th NSC meeting, for consideration in the light of an analysis of the issues involved (NSC 69/1) prepared by the NSC Staff at the direction of the President.

THE POSITION AND ACTIONS OF THE UNITED STATES WITH RESPECT TO POSSIBLE FURTHER SOVIET MOVES IN THE LIGHT OF THE KOREAN SITUATION

(NSC 73/3 to be circulated, NSC 73/2, NSC 73/1 and NSC 73; NSC Actions Nos. 308-b and 315 and 337. Memos for NSC from Executive Secretary, subject, "Suggested Action by the NSC for Consideration of the President in the light of the Korean Situation", dated July 6 and July 7, 1950; and subject, "The Position and Actions of the United States with Respect to Possible Further Soviet Moves in the Light of the Korean Situation," dated August 9 and 16, 1950)

At the 58th Meeting the President directed the Council (NSC Action No. 308-b) to resurvey all policies affecting the entire perimeter of the USSR. A partial and preliminary response to this directive, Part I, "Estimate of Possible Further Soviet Moves in the Light of the Korean Situation and Their Effect on the Position of the United States", prepared by the NSC Consultants and Staff, was circulated on July 1 as NSC 73 for the information of the Council. A revised report, including Part II, "U. S. Actions to Counter Further Soviet Moves in the Immediate Future", also prepared by the NSC Consultants and Staff, was submitted for Council consideration as NSC 73/1. In drafting NSC 73/1 the NSC Consultants and Staff took into consideration the statement by the Chairman, NSRB, as suggested by him and as noted by the Council in NSC Action No. 315. (See the reference memos of July 6 and 7.) At its 63rd meeting, the NSC referred NSC 73/1 back to the NSC Staff for reconsideration in the light of the revisions proposed by the JCS. (Reference memo of August 9.) At its 64th Meeting

PROJECTS UNDER CONSIDERATION BY THE NSC (Cont'd)

THE POSITION AND ACTIONS OF THE UNITED STATES WITH RESPECT TO POSSIBLE FURTHER SOVIET MOVES IN THE LIGHT OF THE KOREAN SITUATION (Cont'd)

(NSC Action No. 337) the Council deferred action on NSC 73/2, a revision prepared by the senior NSC staff, and directed the staff to expedite the completion of this study. Views and recommendations of the Joint Chiefs of Staff with regard to NSC 73/2 were circulated for the information of the Council in connection with future consideration of the subject and also referred to the NSC Staff for use in connection with the completion of the NSC 73 study. (Reference memo of August 16.) Revised report by senior NSC staff (NSC 73/3 to be circulated) scheduled as item 2 on the agenda of the 66th NSC Meeting for consideration by the Council. (See also related projects in Section 3, 4 and 5.)

B. Items Under Consideration by Memorandum Action

NSC 10/2

(Memo for NSC from Executive Secretary, same subject, dated June 19, 1950)

Memorandum by the Chairman, NSRB, recommending a revision of NSC 10/2, submitted for Council consideration by the reference memo of June 19. Approved by State with comments, July 7, 1950. Awaiting memorandum action by other Council members.

A PLAN FOR NATIONAL PSYCHOLOGICAL WARFARE

(NSC 74; Memo for NSC from Executive Secretary, same subject, dated July 10, 1950)

The reference report on the subject, transmitted by the Under Secretary of State and prepared by the organization established pursuant to NSC 59/1, submitted for consideration by the Council and the Secretary of the Treasury by the reference memo of July 10. Approved August 4 by State, subject to comments. Awaiting memorandum action by other Council members and the Secretary of the Treasury.

PROJECTS UNDER CONSIDERATION BY THE NSC (Cont'd)

COORDINATION OF U. S. AID PROGRAMS FOR FAR EASTERN AREAS
(NSC 61/1; NSC 61; Memos for NSC from Executive Secretary, same subject, dated May 16 and August 14, 1950)

Pursuant to NSC 61, a report by the Under Secretaries of State and the Army, and with the concurrence of the President, representatives for a Working Group were designated by the Secretaries of State, Defense, the Treasury, and Commerce, and by the Economic Cooperation Administrator, to prepare a report for consideration by the Council, the Secretary of the Treasury and the Economic Cooperation Administrator looking to closer coordination of economic and military aid programs generally for Far Eastern areas. The report, prepared by the Working Group with the assistance of a representative of the Bureau of the Budget, was submitted for consideration by the reference memo as NSC 61/1. Approved by the Secretary of the Treasury and the Secretary of Commerce; disapproved by the Economic Cooperation Administrator, with comment; reply of the Secretary of Defense with the views of the JCS circulated by the reference memo of August 14, which summarizes the above replies and suggests an appropriate Council action in the light thereof. Approved by Defense and Treasury, August 17; by NSRB, August 18. Awaiting action by other Council members, the Secretary of Commerce, and the Economic Cooperation Administrator with respect to the suggestion in the reference memo of August 14.

INTELLIGENCE REQUIREMENTS AND MOBILIZATION

(Memos for NSC from Executive Secretary, same subject, dated August 8; and subject, "Communications Intelligence Requirements and Mobilization," dated July 20, 1950, respectively; NSC Action No. 322)

Memorandum by the Director of Central Intelligence on the subject submitted by the reference memo of August 8 for consideration by Council members, the Secretary of the Treasury and the Attorney General with the recommendation that this matter be noted and referred to the ad hoc committee on NSC 68 (now pursuant to NSC Action No. 342b, to the senior NSC staff) for consideration in drafting a response to the President's directive contained in NSC 68. Approved by Defense, August 14; by Treasury, Justice, and NSRB, August 15; by State, August 18. Awaiting action by other Council members.

PROJECTS UNDER CONSIDERATION BY THE NSC (Cont'd)

MILITARY ASSISTANCE FOR EMERGENCY NEEDS

(Memos for NSC from Executive Secretary, same subject, dated November 23, 1949 and August 17, 1950, ref. NSC 18/4, par. 28)

Pursuant to par. 28 of NSC 18/4, approved by the President on November 18, 1949, the Secretaries of State and Defense, the Acting Chairman, NSRB, the Attorney General, and the Director, Bureau of the Budget, designated representatives to assist in the preparation of a study on the methods by which the United States can make available military assistance to meet emergency needs not provided for in existing legislation. Preliminary drafts by State, Defense and Justice were incorporated in an over-all draft prepared by Defense, which was considered together with a memo by Budget, at a March 9 meeting. A recent study by State indicates that, with the passage of the amendments to the Mutual Defense Assistance Act of 1949, the President's powers have been considerably broadened with respect to emergency military assistance, and concludes that the President has ample authority to act in emergencies. The suggestion, concurred in by the senior NSC staff members and the representatives referred to above, that the directive contained in par. 28 of NSC 18/4 be cancelled, was circulated by the reference memo dated August 17 for memorandum action by the Council, the Secretary of the Treasury, the Attorney General and the Director, Bureau of the Budget. Approved by NSRB, August 18; by Treasury, August 21. Awaiting action by other Council members, Justice and Budget.

C. Items Awaiting Subsequent NSC Consideration

THE REARMAMENT OF WESTERN GERMANY

(NSC 71; NSC 71/1; NSC Action No. 313)

Views of the JCS on the subject circulated as NSC 71 at the request of the Secretary of Defense for the information of the Council. State views on the subject in response to NSC 71, circulated as NSC 71/1 for the information of the Council at the request of the Secretary of State. At its 60th Meeting the Council discussed the subject, deferred further action until the next Council meeting, and directed the NSC Consultants, with Mr. Harriman's assistance, to study the reference papers in preparation for further Council consideration. Discussion of the subject at the July 13 NSC Meeting deferred at the request of Defense. To be scheduled on the agenda of a later Council meeting. (See also Section 3.)

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PROJECTS UNDER CONSIDERATION BY THE NSC (Cont'd)

UNITED STATES POLICY TOWARD SPAIN
(NSC 72; NSC 72/1; NSC Action No. 312)

Views of the JCS on the subject circulated at the request of the Secretary of Defense for the information of the Council. State views on the subject in response to NSC 72, circulated as NSC 72/1 for the information of the Council at the request of the Secretary of State. At its 60th Meeting the Council discussed the subject, deferred further action until the next Council meeting, and directed the NSC Consultants to study the reference papers in preparation for further Council consideration. Discussion of the subject at the July 13 NSC Meeting deferred at the request of Defense. To be scheduled on the agenda of a later Council meeting. (See also Section 3.)

SUPPORT FOR THE VOICE OF AMERICA IN THE FIELDS OF INTELLIGENCE AND OF RESEARCH AND DEVELOPMENT
(NSC 66; Memos for NSC from Executive Secretary, same subject, dated April 4 and May 11, 1950)

Report by the Secretary of State submitted by the reference memo for consideration and memorandum action by the Council, the Secretary of the Treasury, and the Chairman, Federal Communications Commission. In accordance with the suggestion of the Secretary of State, the Secretaries of State and Defense, the Chairman, Federal Communications Commission, and the Director of Central Intelligence, were requested to designate representatives in advance to prepare a report for consideration by the National Security Council, the Secretary of the Treasury, and the Chairman, Federal Communications Commission, in the event that the recommendations in NSC 66 were approved. The following actions have been received:

State:	Approves recommendations; designates Mr. Howland Sargeant.
Defense:	Recommends no further action by the Council until an ad hoc committee of the IAC completes its current investigation of the problem.
Treasury:	Approves recommendations.
NSRB:	Approves recommendations.
FCC:	Disapproves recommendations, with comment that there should be a re-evaluation of the entire "Voice" operations; designates Mr. Curtis B. Plummer.

PROJECTS UNDER CONSIDERATION BY THE NSC (Cont'd)

SUPPORT FOR THE VOICE OF AMERICA IN THE FIELDS OF INTELLIGENCE AND OF RESEARCH AND DEVELOPMENT (Cont'd)

CIA: Designates Mr. Ralph L. Clark, and reports on current related activities.

Defense, FCC, and CIA comments transmitted by the reference memo of May 11 for Council consideration in connection with the reference report. The departments and agencies concerned agreed informally that this item should not be scheduled for Council consideration until the Director of Central Intelligence and the IAC had submitted recommendations in the light of the report of the ad hoc committee of the IAC referred to above. To be scheduled on the agenda of a later Council meeting.

THE CENTRAL INTELLIGENCE AGENCY AND NATIONAL ORGANIZATION FOR INTELLIGENCE

(Memo for NSC from Executive Secretary, same subject, dated December 28, 1949; NSC Actions Nos. 231 and 237; NSC 50)

Final progress report by the Director of Central Intelligence, of those called for by NSC 50 and NSC Actions Nos. 231 and 237, circulated by the reference memorandum for Council information.

DEFENSE OF FORMOSA

(Memos for NSC from Executive Secretary, same subject, dated July 31, and August 2, 1950; NSC Action No. 329)

Memorandum by the JCS on the subject, transmitted to the President by the Secretary of Defense, was referred by the President to the NSC and the Secretary of the Treasury for consideration and recommendation as a matter of urgency. Circulated by the reference memo dated July 31, for memorandum action. Approved by NSRB on July 31. Disapproved by State, August 2 with comments circulated by reference memo dated August 2. Subject discussed at 63rd NSC Meeting; action deferred pending further discussion between the Secretaries of State and Defense. To be scheduled on the agenda of a later NSC meeting.

3. PROJECTS UNDER CONSIDERATION BY THE SENIOR NSC STAFF

U. S. COURSES OF ACTION IN THE EVENT SOVIET FORCES ENTER KOREAN HOSTILITIES

(NSC 76; NSC 76/1; NSC Actions Nos. 308c, 309a, and 323)

By NSC Action No. 308c the Council agreed that recommendations for consideration by the President should be prepared as to the courses of action to be followed in the event that Soviet forces enter Korean hostilities. By NSC Action No. 309a the Council discussed and amended a directive to General MacArthur, which provided interim guidance with respect to this eventuality. A report on the subject by the Secretary of Defense (NSC 76), prepared pursuant to NSC Action No. 308c, and comments thereon by State and NSRB Consultants (NSC 76/1), were noted and discussed by the NSC at its 62nd meeting and referred to the NSC Consultants and Staff for the preparation of recommendations for Council action. Awaiting recommendations by the senior NSC staff. (See related projects in Sections 2, 4 and 5.)

3. PROJECTS UNDER CONSIDERATION BY THE SENIOR NSC STAFF (Cont'd)

THE REARMAMENT OF WESTERN GERMANY
(NSC 71; NSC 71/1; NSC Action No. 313)

Views of the JCS on the subject circulated as NSC 71 at the request of the Secretary of Defense for the information of the Council. State views on the subject in response to NSC 71, circulated as NSC 71/1 for the information of the Council at the request of the Secretary of State. At its 60th meeting the Council discussed the subject, deferred further action until the next Council meeting, and directed the NSC Consultants with Mr. Harriman's assistance to study the reference papers in preparation for further Council consideration. Awaiting study by senior NSC staff. (See also Section 2.)

UNITED STATES POLICY TOWARD SPAIN
(NSC 72; NSC 72/1; NSC Action No. 312; memo for NSC Consultants, subject "The Provision of Military Aid to Spain", dated August 3, 1950)

Views of the JCS on the subject circulated at the request of the Secretary of Defense for the information of the Council. State views on the subject in response to NSC 72, circulated as NSC 72/1 for the information of the Council at the request of the Secretary of State. At its 60th Meeting the Council discussed the subject, deferred further action until the next Council meeting, and directed the NSC Consultants to study the reference papers in preparation for further Council consideration. A memo for the President by the Secretary of Defense on "The Provision of Military Aid to Spain" and referred by the President to the Executive Secretary, NSC, was circulated by the reference memo for the information and use of the NSC Consultants and Staff in connection with their study of NSC 72 and NSC 72/1. Awaiting study by senior NSC staff. (See also Section 2.)

RELEASE OF INFORMATION REGARDING NEW WEAPONS
(Memo for NSC Consultants and AEC Representative from Executive Secretary, same subject, dated July 5, 1950)

At the direction of the President, the Council and the Chairman, Atomic Energy Commission, have undertaken a consideration of the general problem of weapons information, including atomic weapons, in order to make appropriate recommendations to the President on the subject. The NSC Consultants and a representative of the Atomic Energy Commission are considering a draft report, circulated by the reference memo, which was prepared by the Executive Secretary in accordance with the discussion at a meeting on June 22. A meeting of the senior NSC staff and the AEC representative, to discuss the draft report, will be scheduled at an early date.

3. PROJECTS UNDER CONSIDERATION BY THE SENIOR NSC STAFF (Cont'd)

UNITED STATES OBJECTIVES AND PROGRAMS FOR NATIONAL SECURITY
(NSC 68; NSC Actions Nos. 289-b, 302-b, 321 and 342-b; Memo for Ad Hoc Committee from Executive Secretary, subject, "Initial Questions Confronting the Committee", dated April 28, 1950)

A letter from the President and the report by the Secretaries of State and Defense on the subject referred to therein, were circulated as NSC 68 and discussed at the 55th NSC Meeting. The Secretary of the Treasury, the Economic Cooperation Administrator, the Director, Bureau of the Budget, and the Chairman, Council of Economic Advisers, participated in this Council action. Pursuant to NSC Action No. 289-b, an ad hoc committee was established to prepare a response to the President's directive in NSC 68 as a matter of urgency. Pursuant to NSC Action No. 302-b, this ad hoc committee was further authorized to study and make recommendations with respect to the organization of the government to implement the Conclusions of NSC 68 in the event those Conclusions are approved. At its 62nd Meeting the Council noted a statement by the President on the subject, establishing the deadline date of September 1, 1950 for submission of the Council's response to his directive in NSC 68 (NSC Action No. 321.) The President's statement was accordingly referred to the ad hoc committee for appropriate action, and the committee met again on Monday, July 31 to determine the most expeditious means of completing a draft response to the President's directive for Council consideration prior to September 1. Pursuant to NSC Action No. 342-b, the senior NSC staff assumed responsibility for this project and is currently considering a draft response distributed August 21, which contains departmental programs and cost estimates. Awaiting completion of draft response by the senior NSC staff, with the advice and assistance of the members of the former ad hoc committee. (See also NSC 73 project Section 2.)

PROVISION OF ARMED FORCES FOR THE UNITED NATIONS

Draft report on the subject, transmitted by the Deputy Under Secretary of State, recommended the preparation of a report for Council consideration. Initial draft by Department of State circulated to NSC Staff March 31, 1950. At its meeting on August 11, the senior NSC staff agreed that the Departments of State and Defense should be responsible for preparing recommendations on this question. Awaiting draft report by State and Defense.

4. PROJECTS IN PREPARATION BY NSC STAFF ASSISTANTS

(See also projects on Korean situation in Section 3)

FUTURE UNITED STATES POLICY WITH RESPECT TO NORTH KOREA

(Memo for NSC from Executive Secretary, same subject, dated July 17, 1950)

The President requested the NSC to prepare for his consideration a report on the subject, covering the policy which should be pursued by the United States after the North Korean forces have been driven back to the 38th parallel. Referred to the NSC Consultants and Staff for the preparation of a report for Council consideration. Draft by Department of State circulated July 27, 1950, and draft by Department of Defense, August 7, 1950. Awaiting consideration by NSC Staff Assistants. (See also related projects in Sections 2, 3 and 5.)

APPRAISAL OF U. S. NATIONAL INTERESTS IN SOUTH ASIA

(Memos for NSC from Executive Secretary, same subject, dated June 2 and June 17, 1949, ref. SANACC 360/14; NSC Action No. 224; ref. NSC 48/2)

Report by SANACC (360/14) on the above subject, and amendments proposed by the Secretary of Defense, referred by the Council at its 42nd Meeting to the NSC Staff for use in preparation of a report pursuant to NSC 48, "U. S. Policy Toward Asia", and for reexamination in light of that study (NSC 48/2) and the discussion at the meeting. Initial draft by State dated May 2, redrafted June 12. Revised Staff draft of July 10, and State proposed changes, considered by Staff on July 20. Revised draft to be prepared on basis of discussion and of further revisions furnished by State on July 27, 1950. Revised draft circulated August 3, 1950. Awaiting consideration by NSC Staff Assistants.

THE POSITION OF THE UNITED STATES WITH RESPECT TO THE PHILIPPINES

At the suggestion of the President the NSC Staff has been requested to prepare a report on the above subject for consideration by the NSC. CIA Intelligence Memorandum No. 296, "Current Situation in the Philippines", furnished to Consultants and Staff June 9; and preliminary ORE 33-50, "Current Situation in the Philippines", furnished the Staff June 27. Initial draft by State furnished to Staff June 20, 1950. Report on the subject in preparation by the Joint Chiefs of Staff will be furnished to the Staff for use in preparation of a report for the NSC. Awaiting JCS report.

PROJECTS IN PREPARATION BY NSC STAFF ASSISTANTS (Cont'd)

THE POSITION OF THE UNITED STATES WITH RESPECT TO GREECE

State draft report circulated August 8, 1950. Awaiting consideration by NSC Staff Assistants.

THE POSITION OF THE UNITED STATES WITH RESPECT TO IRAN

State draft report circulated August 8, 1950. Awaiting consideration by NSC Staff Assistants.

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5. OTHER CURRENT PROJECTS

U. S. MILITARY CAPABILITIES (NSC Action No. 308-d)

By NSC Action No. 308-d the Council noted the President's agreement with a suggestion by the Secretary of State that the Department of Defense should prepare for the information of the Council a review of our military capabilities in order to indicate the extent of our freedom of choice. Awaiting report by Department of Defense. (See also related items in Sections 2, 3 and 4)

JAPANESE PEACE TREATY

(NSC 60; NSC 48/2; NSC 44; Memo for NSC from Executive Secretary, subject, "Limited Military Armament for Japan", dated March 11, 1949; memo for Consultants from Executive Secretary, subject, "Planning for Limited Japanese Armed Forces", dated April 27, 1949)

Pursuant to par. 3-d of NSC 48/2, the question of a peace settlement with Japan will be presented for Council consideration at a later date.. The current views of the Joint Chiefs of Staff on this subject circulated for Council information as NSC 60. NSC 44 and related papers, previously under consideration by the NSC Consultants, referred by agreement among Consultants for consideration in connection with this project. Awaiting results of further study by State and Defense.

PROGRESS REPORT ON NSC 26/2

(NSC 26/2; Progress Report dated April 21, 1950, by the Under Secretary of State on the Implementation of NSC 26/2; Memo for NSC from Executive Secretary, same subject, dated May 9, 1950)

Pursuant to NSC Action No. 313-b, the Secretary of Defense has been requested to obtain the views of the JCS as to what military steps they contemplate in support of the plans developed pursuant to NSC 26/2, in view of their decision with respect to the battalion of Marines referred to in the reference memorandum dated May 9, 1950. Awaiting report from the Secretary of Defense.

APPRAISAL OF FOREIGN ECONOMIC INTELLIGENCE REQUIREMENTS, FACILITIES AND ARRANGEMENTS RELATED TO THE NATIONAL SECURITY

(Memo for NSC from Executive Secretary, same subject, dated February 7, 1950; NSC Action No. 282)

In approving the proposal by the Acting Chairman, NSRB, in the reference memo, the NSC directed (NSC Action No. 282) the Central Intelligence Agency, in collaboration with the government agencies

OTHER CURRENT PROJECTS (Cont'd)

APPRAISAL OF FOREIGN ECONOMIC INTELLIGENCE REQUIREMENTS, FACILITIES AND ARRANGEMENTS RELATED TO THE NATIONAL SECURITY (Cont'd)

concerned, to organize and conduct a study of foreign economic intelligence requirements, facilities and arrangements related to the national security and, based on the findings of this study, to prepare for Council consideration and action a comprehensive plan for satisfying the foreign economic intelligence requirements of the national security and for a coordinated interagency effort to this end based on a definite allocation of responsibilities among the agencies concerned. Awaiting report by the Central Intelligence Agency.

NATIONAL MANPOWER MOBILIZATION POLICY
(NSC 77; NSC Action No. 328-b)

At its 63rd Meeting (NSC Action No. 328) the Council, the Secretary of the Treasury and the Secretary of Labor considered a report by the Chairman, NSRB, on the subject (NSC 77) and noted the President's directive that the Chairman, NSRB, in consultation with the Departments of Defense and Labor, should develop a national manpower mobilization policy. Awaiting report by the Chairman, NSRB.

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6. DEFERRED PROJECTS

DISCUSSION OF U. S. POLICY TOWARD INTER-AMERICAN MILITARY
COLLABORATION

(NSC 56/2; NSC Action No. 301-b)

When adopting the reference report, the NSC agreed to discuss the subject of the report at a later date prior to the anticipated trip to Latin America of the Secretary of Defense. To be scheduled on the agenda of a future Council meeting.

7. CANCELLED PROJECTSASSESSMENT AND APPRAISAL OF U. S. OBJECTIVES, COMMITMENTS, AND RISKS
IN RELATION TO MILITARY POWER

(Memo for NSC from Executive Secretary, same subject, dated December 20, 1949; NSC Action No. 270; NSC 35; Memos for NSC from Executive Secretary, subject, "Measures Required to Achieve U.S. Objectives with Respect to the USSR", dated May 25 and June 21, 1949; Memo for Consultants from Executive Secretary, subject, "Measures...", dated March 30, 1949; NSC Actions Nos. 280-b and 346-b (1).)

At its 51st Meeting the NSC directed the NSC Staff to prepare a report for Council consideration on the above subject.. CIA Intelligence Memos No. 263, "Estimate of Political Factors in the Strategic Situation, in the Event of War Before July 1951", dated January 20, 1950; No. 268, "Estimate of Soviet Capabilities and Intentions: Economic: 1951 and 1954", dated January 25, 1950; and No. 270, "Possible Political Developments of Strategic Significance, Between 1951 and 1954", dated January 28, 1950, furnished to Staff for consideration in connection with the project. The reference papers on "Measures Required to Achieve U. S. Objectives with Respect to the USSR" were referred by the Council (NSC Action No. 280-b) to the Staff for consideration in connection with this project. Departmental studies of scope and nature of this project were under way and Staff members were assisting in these studies as a preliminary step, but in the light of the current projects in the NSC 68 and 73 Series, the Council, at its 65th Meeting, agreed to cancel this project. See NSC Action No. 346-b (1).)

NATIONAL SECURITY OBJECTIVES OF THE UNITED STATES

Study initiated by NSC Staff December 2, 1947 as a long-term project. First draft issued February 25, 1948. Further consideration subsequently deferred until after NSC action on the NSC 20 and 35 Series. In the light of the current projects in the NSC 68 and 73 Series, the Council, at its 65th Meeting, agreed to cancel this project. (See NSC Action No. 346-b (2).)

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NATIONAL SECURITY COUNCIL

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August 28, 1950

TOP SECRET

NATIONAL SECURITY COUNCIL

STATUS OF PROJECTS

1. COMPLETED PROJECTS

(August 21, 1950-August 28, 1950)

- NSC 69/1 EXPORT CONTROLS AND SECURITY POLICY
(See NSC Action No. 347 and Memo for the Secretary of Commerce from Executive Secretary, subject, "Export of Steel Mill Equipment to Austria," dated August 28, 1950, with copies to the NSC, the Secretary of the Treasury, and the Economic Cooperation Administrator.)
- NSC 73/4 THE POSITION AND ACTIONS OF THE UNITED STATES WITH RESPECT TO POSSIBLE FURTHER SOVIET MOVES IN THE LIGHT OF THE KOREAN SITUATION
(See NSC Action No. 348 and continuing project in Section 3.)
- NSC 78 PORT SECURITY
(See NSC Action No. 349.)

NSC STATUS OF PROJECTS

TOP SECRET

2. PROJECTS UNDER CONSIDERATION BY THE NSC

A. Items Under Consideration by Memorandum Action

NSC 10/2

(Memo for NSC from Executive Secretary, same subject, dated June 19 1950)

Memorandum by the Chairman, NSRB, recommending a revision of NSC 10/2, submitted for Council consideration by the reference memo of June 19. Approved by State with comments, July 7, 1950. Awaiting memorandum action by other Council members.

A PLAN FOR NATIONAL PSYCHOLOGICAL WARFARE

(NSC 74; memo for NSC from Executive Secretary, same subject, dated July 10, 1950)

The reference report on the subject, transmitted by the Under Secretary of State and prepared by the organization established pursuant to NSC 59/1, submitted for consideration by the Council and the Secretary of the Treasury by the reference memo of July 10. Approved August 4 by State, subject to comments. Awaiting memorandum action by other Council members and the Secretary of the Treasury.

COORDINATION OF U. S. AID PROGRAMS FOR FAR EASTERN AREAS

(NSC 61/1; NSC 61; memo for NSC from Executive Secretary, same subject, dated May 16 and August 14, 1950)

Pursuant to NSC 61, a report by the Under Secretaries of State and the Army, and with the concurrence of the President, representatives for a Working Group were designated by the Secretaries of State, Defense, and the Treasury, and Commerce, and the Economic Cooperation Administrator, to prepare a report looking to closer coordination of economic and military aid programs generally for Far Eastern areas. The report, prepared by the Working Group with the assistance of a representative of the Bureau of the Budget, was submitted for consideration by the reference memo as NSC 61/1. Approved by the Secretaries of the Treasury and Commerce; disapproved by the Economic Cooperation Administrator, with comment. Reply of the Secretary of Defense with the views of the JCS, circulated by the reference memo of August 14, which summarizes the above replies and suggests an appropriate Council action in the light thereof. Approved by Defense and Treasury, August 17; by NSRB and ECA, August 18; by Commerce, with comments, August 19. Awaiting action by other Council members with respect to the suggestion in the reference memo of August 14.

PROJECTS UNDER CONSIDERATION BY THE NSC (Cont'd)

MILITARY ASSISTANCE FOR EMERGENCY NEEDS

(Memos for NSC from Executive Secretary, same subject, dated November 23, 1949 and August 17, 1950, ref. NSC 18/4, par. 28)

Pursuant to par. 28 of NSC 18/4, approved by the President on November 18, 1949, the Secretaries of State and Defense, the Acting Chairman, NSRB, the Attorney General, and the Director, Bureau of the Budget, designated representatives to assist in the preparation of a study on the methods by which the United States can make available military assistance to meet emergency needs not provided for in existing legislation. A recent State study indicates that, with the passage of the amendments to the Mutual Defense Assistance Act of 1949, the President's powers have been considerably broadened with respect to emergency military assistance, and concludes that the President has ample authority to act in emergencies. The suggestion, concurred in by the senior NSC staff members and the representatives referred to above, that the directive contained in par. 28 of NSC 18/4 be cancelled, was circulated by the reference memo of August 17 for memorandum action by the Council, the Secretary of the Treasury, the Attorney General and the Director, Bureau of the Budget. Approved by NSRB, August 18; by Justice, August 19; by Treasury, August 21; by Budget, August 23; and by Defense, August 24. Awaiting action by other Council members.

B. Items Awaiting Subsequent NSC Consideration

THE REARMAMENT OF WESTERN GERMANY

(NSC 71; NSC 71/1; NSC Action No. 313)

JCS views on the subject circulated as NSC 71 for the information of the Council. State views on the subject in response to NSC 71, circulated as NSC 71/1, also for the information of the Council. At its 60th Meeting the Council discussed the subject, deferred further action until the next Council meeting, and directed the NSC Consultants, with Mr. Harriman's assistance, to study the reference papers in preparation for further Council consideration. Discussion of the subject further deferred at the request of Defense. To be scheduled on the agenda of a later Council meeting. (See also Section 3.)

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PROJECTS UNDER CONSIDERATION BY THE NSC (Cont'd)UNITED STATES POLICY TOWARD SPAIN
(NSC 72; NSC 72/1; NSC Action No. 312)

JCS views on the subject circulated as NSC 72 for the information of the Council. State views on the subject in response to NSC 72, circulated as NSC 72/1, also for the information of the Council. At its 60th Meeting the Council discussed the subject, deferred further action until the next Council meeting, and directed the NSC Consultants to study the reference papers in preparation for further Council consideration. Discussion of the subject further deferred at the request of Defense. To be scheduled on the agenda of a later Council meeting. (See also Section 3.)

SUPPORT FOR THE VOICE OF AMERICA IN THE FIELDS OF INTELLIGENCE AND OF RESEARCH AND DEVELOPMENT
(NSC 66; memos for NSC from Executive Secretary, same subject, dated April 4 and May 11, 1950)

The reference report by the Secretary of State submitted by the reference memo of April 4 for consideration and memorandum action by the Council, the Secretary of the Treasury, and the Chairman, Federal Communications Commission. In accordance with the suggestion of the Secretary of State, the Secretaries of State and Defense, the Chairman, FCC and the Director of Central Intelligence, were requested to designate representatives in advance to prepare a report for consideration by the Council, the Secretary of the Treasury, and the Chairman, FCC in the event that the recommendations in NSC 66 were approved. The following actions have been received:

State:	Approves recommendations; designates Mr. Howland Sargeant.
Defense:	Recommends no further action by the Council until an ad hoc committee of the IAC completes its current investigation of the problem.
Treasury:	Approves recommendations.
NSRB:	Approves recommendations.
FCC:	Disapproves recommendations, with comment that there should be a re-evaluation of the entire "Voice" operations; designates Mr. Curtis B. Plummer.

NSC STATUS OF PROJECTS

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PROJECTS UNDER CONSIDERATION BY THE NSC (Cont'd)

SUPPORT FOR THE VOICE OF AMERICA IN THE FIELDS OF INTELLIGENCE AND OF RESEARCH AND DEVELOPMENT (Cont'd)

CIA: Designates Mr. Ralph L. Clark, and reports on current related activities.

Defense, FCC, and CIA comments transmitted by the reference memo of May 11 for Council consideration in connection with NSC 66. The departments and agencies concerned agreed informally that this item should not be scheduled for Council consideration until the Director of Central Intelligence and the IAC had submitted recommendations in the light of the report of the ad hoc committee of the IAC referred to above. To be scheduled on the agenda of a later Council meeting.

THE CENTRAL INTELLIGENCE AGENCY AND NATIONAL ORGANIZATION FOR INTELLIGENCE

(Memo for NSC from Executive Secretary, same subject, dated December 28, 1949; NSC Actions Nos. 231 and 237; NSC 50)

Final progress report by the Director of Central Intelligence, of those called for by NSC 50 and NSC Actions Nos. 231 and 237, circulated by the reference memorandum for Council information.

3. PROJECTS UNDER CONSIDERATION BY THE SENIOR NSC STAFF

U. S. COURSES OF ACTION IN THE EVENT SOVIET FORCES ENTER KOREAN HOSTILITIES

(NSC 76; NSC 76/1; NSC Actions Nos. 308c, 309a, and 323)

By NSC Action No. 308c the Council agreed that recommendations for consideration by the President should be prepared as to the courses of action to be followed in the event that Soviet forces enter Korean hostilities. By NSC Action No. 309a the Council discussed and amended a directive to General MacArthur, which provided interim guidance with respect to this eventuality. A report on the subject by the Secretary of Defense (NSC 76), prepared pursuant to NSC Action No. 308c, and comments thereon by State and NSRB Consultants (NSC 76/1), were noted and discussed by the NSC at its 62nd meeting and referred to the NSC Consultants and Staff for the preparation of recommendations for Council action. Awaiting recommendations by the senior NSC staff. (See related projects in Sections 4 and 5.)

THE POSITION AND ACTIONS OF THE UNITED STATES WITH RESPECT TO POSSIBLE FURTHER SOVIET MOVES IN THE LIGHT OF THE KOREAN SITUATION (NSC 73/4; NSC Action No. 348b)

At its 66th Meeting the Council, with the President presiding, adopted the reference report as a working guide, and referred it to the NSC Staff for continuing study and recommendations regarding the contingencies envisaged therein. Awaiting recommendations by the senior NSC staff. (See also related projects above and in Sections 4 and 5.)

UNITED STATES AND ALLIED WAR OBJECTIVES IN THE EVENT OF GLOBAL WAR (NSC 79)

Memo on the subject by the JCS, circulated at the request of the Secretary of Defense for the information of the NSC and the Secretary of the Treasury and referred to the NSC Staff for use in the preparation of a report for Council consideration. Scheduled for the senior NSC staff meeting on Wednesday, August 30, 1950, at 2:30 p.m.

PROJECTS UNDER CONSIDERATION BY THE SENIOR NSC STAFF (Cont'd)

THE REARMAMENT OF WESTERN GERMANY

(NSC 71; NSC 71/1; NSC Action No. 313; revised memo of senior NSC staff meeting, August 11, 1950)

JCS views on the subject circulated as NSC 71 for the information of the Council. State views on the subject in response to NSC 71, also for the information of the Council. At its 60th meeting the Council discussed the subject, deferred further action until the next Council meeting, and directed the NSC Consultants with Mr. Harriman's assistance to study the reference papers in preparation for further Council consideration. At a senior NSC staff meeting on August 11, it was agreed to consider the contribution which Germany, can make to the defense of Western Europe on the basis of proposals now in preparation in the Department of State. Awaiting State draft. (See also Section 2.)

UNITED STATES POLICY TOWARD SPAIN

(NSC 72; NSC 72/1; NSC Action No. 312; memo for NSC Consultants, subject "The Provision of Military Aid to Spain", dated August 3, 1950; revised memo of senior NSC staff meeting, August 11, 1950)

JCS views on the subject circulated as NSC 72 for the information of the Council. State views on the subject in response to NSC 72, circulated as NSC 72/1 also for the information of the Council. At its 60th Meeting the Council discussed the subject, deferred further action until the next Council meeting, and directed the NSC Consultants to study the reference papers in preparation for further Council consideration. A memo for the President by the Secretary of Defense on "The Provision of Military Aid to Spain", referred by the President to the Executive Secretary, was circulated by the reference memo for the information and use of the NSC Consultants and Staff in connection with their study of NSC 72 and NSC 72/1. At a senior NSC staff meeting on August 11, it was agreed to reconsider our relationship with Spain on the basis of a statement of U. S. military requirement, with respect to Spain to be prepared by the senior Defense and JCS members. Awaiting paper by senior Defense and JCS members. (See also Section 2.)

PROJECTS UNDER CONSIDERATION BY THE SENIOR NSC STAFF (Cont'd)RELEASE OF INFORMATION REGARDING NEW WEAPONS

(Memo for NSC Consultants and AEC Representative from Executive Secretary, same subject, dated July 5, 1950)

At the direction of the President, the Council and the Chairman, Atomic Energy Commission, have undertaken a consideration of the general problem of weapons information, including atomic weapons, in order to make appropriate recommendations to the President on the subject. A draft report prepared by the Executive Secretary in accordance with the discussion at a meeting on June 22, has been circulated to the NSC Staff and a representative of the AEC by the reference memo. Awaiting redraft of this report by Defense.

UNITED STATES OBJECTIVES AND PROGRAMS FOR NATIONAL SECURITY

(NSC 68; NSC Actions Nos. 289-b, 302-b, 321, 342-b, 350-b, and 351; memo for Ad Hoc Committee from Executive Secretary, subject, "Initial Questions Confronting the Committee", dated April 28, 1950; memo for NSC from Executive Secretary, subject, "Intelligence Requirements and Mobilization," dated August 8, 1950; memo for NSC Staff from Executive Secretary, subject, "Meeting with the Ad Hoc Committee on NSC 68, August 22, 1950," dated August 23, 1950; and memo for NSC Staff from Executive Secretary, subject, "United States Objectives and Programs for National Security" dated August 28, 1950)

A letter from the President and the report by the Secretaries of State and Defense on the subject referred to therein, were circulated as NSC 68 and discussed at the 55th NSC meeting. The Secretary of the Treasury, the Economic Cooperation Administrator, the Director, Bureau of the Budget, and the Chairman, Council of Economic Advisers, participated in this Council action.

Pursuant to NSC Action No. 289-b, an ad hoc committee was established to prepare a response to the President's directive in NSC 68 as a matter of urgency. Pursuant to NSC Action No. 302-b, this ad hoc committee was further authorized to study and make recommendations with respect to the organization of the government to implement the Conclusions of NSC 68 in the event those Conclusions are approved. Pursuant to NSC Action No. 342-b, the senior NSC staff assumed responsibility for this project and, with the advice and assistance of the members of the former ad hoc committee, is currently revising a draft response, distributed August 21, which contains departmental programs and cost estimates.

At its 62nd Meeting the Council noted a statement by the President establishing the deadline date of September 1, 1950 for submission of the Council's response to his directive in NSC 68 (NSC Action No. 321). Upon recommendation by the senior NSC staff and members of the former ad hoc committee, (see reference memo dated August 23), the President extended the deadline date to September 15 (NSC Action No. 350-b). In order to meet this deadline for submission of the response by the NSC, and in the light of the discussion at the last meeting of the senior NSC staff on August 22,

PROJECTS UNDER CONSIDERATION BY THE SENIOR NSC STAFF (Cont'd)

UNITED STATES OBJECTIVES AND PROGRAMS FOR NATIONAL SECURITY (Cont'd)

the Executive Secretary circulated by the reference memo dated August 28, a schedule of deadlines as a guide to all participants in the project.

By memorandum action (NSC Action No. 351) the Council referred a memo by the Director of Central Intelligence on the subject, "Intelligence Requirements and Mobilization" (reference memo of August 8) to the NSC Staff for consideration in drafting a response to the President's directive in NSC 68.

Awaiting revised military programs and estimates from Defense for use in revision of draft response by the senior NSC Staff with the advice and assistance of the members of the former ad hoc committee. (See also NSC 73/4 project above.)

PROVISION OF ARMED FORCES FOR THE UNITED NATIONS

Draft report on the subject, transmitted by the Deputy Under Secretary of State, recommended the preparation of a report for Council consideration. Initial State draft circulated to NSC Staff March 31, 1950. At its meeting on August 11, the senior NSC staff agreed that the Departments of State and Defense should be responsible for preparing recommendations on this question. Awaiting draft report by State and Defense.

4. PROJECTS IN PREPARATION BY NSC STAFF ASSISTANTS

FUTURE UNITED STATES POLICY WITH RESPECT TO NORTH KOREA
(Memo for NSC from Executive Secretary, same subject,
dated July 17, 1950)

The President requested the NSC to prepare for his consideration a report on the subject, covering the policy which should be pursued by the United States after the North Korean forces have been driven back to the 38th parallel. Referred to the NSC Consultants and Staff for the preparation of a report. Two State drafts, dated August 23, and a Defense draft, dated August 7, 1950, were discussed by the Senior NSC staff on August 25 when it was agreed that State would prepare a new draft in the light of the discussion. Awaiting revised draft by State. (See also related projects in Sections 3 and 5.)

APPRAISAL OF U. S. NATIONAL INTERESTS IN SOUTH ASIA
(Memos for NSC from Executive Secretary, same subject,
dated June 2 and June 17, 1949; SANACC 360/14; NSC
Action No. 224; NSC 48/2)

Report by SANACC (360/14) on the subject, and amendments proposed by the Secretary of Defense, referred by the Council at its 42d Meeting to the NSC Staff for use in preparation of a report pursuant to NSC 48, "U.S. Policy Toward Asia," and for reexamination in light of that study (NSC 48/2) and the discussion at the meeting. After a number of staff drafts and revisions, further staff consideration now temporarily deferred pending further consideration of the subject by State. Awaiting State reconsideration.

THE POSITION OF THE UNITED STATES WITH RESPECT TO THE PHILIPPINES

At the suggestion of the President, the NSC Staff has been requested to prepare a report on the above subject for Council consideration. CIA Intelligence Memorandum No. 296, "Current Situation in the Philippines," furnished to Consultants and Staff June 9; and preliminary ORE 33-50, "Current Situation in the Philippines," furnished the Staff June 27. Initial State draft circulated June 20, 1950. Report on the subject in preparation by the JCS will be furnished to the Staff for use in preparation of a report. Awaiting JCS report.

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PROJECTS IN PREPARATION BY NSC STAFF ASSISTANTS (Cont'd)

THE POSITION OF THE UNITED STATES WITH RESPECT TO GREECE

State draft report circulated August 8, 1950. Awaiting consideration by NSC Staff Assistants.

THE POSITION OF THE UNITED STATES WITH RESPECT TO IRAN

State draft report circulated August 8, 1950. Consideration by NSC Staff Assistants scheduled for Tuesday, August 29, at 10 a.m.

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5. OTHER CURRENT PROJECTS

U. S. MILITARY CAPABILITIES (NSC Action No. 308-d)

By NSC Action No. 308-d the Council noted the President's agreement with a suggestion by the Secretary of State that the Department of Defense should prepare for the information of the Council a review of our military capabilities in order to indicate the extent of our freedom of choice. Awaiting report by Department of Defense. (See also related items in Sections 3 and 4.)

JAPANESE PEACE TREATY

(NSC 60; NSC 48/2; NSC 44; memo for NSC from Executive Secretary, subject, "Limited Military Armament for Japan," dated March 11, 1949; memo for Consultants from Executive Secretary, subject, "Planning for Limited Japanese Armed Forces," dated April 27, 1949)

Pursuant to par. 3-d of NSC 48/2, the question of a peace settlement with Japan will be presented for Council consideration at a later date. The JCS views on this subject circulated for Council information as NSC 60. NSC 44 and related papers, previously under consideration by the NSC Consultants, referred by agreement among Consultants for consideration in connection with this project. Awaiting results of further study by State and Defense.

PROGRESS REPORT ON NSC 26/2

(NSC 26/2; Progress Report dated April 21, 1950, by the Under Secretary of State on the implementation of NSC 26/2; memo for NSC from Executive Secretary, same subject, dated May 9, 1950)

Pursuant to NSC Action No. 313-b, the Secretary of Defense has been requested to obtain the views of the JCS as to what military steps they contemplate in support of the plans developed pursuant to NSC 26/2, in view of their decision with respect to the battalion of Marines referred to in the reference memorandum of May 9, 1950. Awaiting report from the Secretary of Defense.

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OTHER CURRENT PROJECTS (Cont'd)

APPRAISAL OF FOREIGN ECONOMIC INTELLIGENCE REQUIREMENTS,
FACILITIES AND ARRANGEMENTS RELATED TO THE NATIONAL SECURITY
(Memo for NSC from Executive Secretary, same subject,
dated February 7, 1950; NSC Action No. 282)

In approving the proposal by the Acting Chairman, NSRB, in the reference memo, the NSC directed (NSC Action No. 282) the Central Intelligence Agency, in collaboration with the Government agencies concerned, to organize and conduct a study of foreign economic intelligence requirements, facilities and arrangements related to the national security and, based on the findings of this study, to prepare for Council consideration and action a comprehensive plan for satisfying the foreign economic intelligence requirements of the national security and for a coordinated interagency effort to this end based on a definite allocation of responsibilities among the agencies concerned. Awaiting report by the Central Intelligence Agency.

NATIONAL MANPOWER MOBILIZATION POLICY
(NSC 77; NSC Action No. 328-b)

At its 63d Meeting (NSC Action No. 328), the Council, the Secretary of the Treasury, and the Secretary of Labor considered a report by the Chairman, NSRB, on the subject (NSC 77) and noted the President's directive that the Chairman, NSRB, in consultation with the Departments of Defense and Labor, should develop a national manpower mobilization policy. Awaiting report by the Chairman, NSRB.

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6. DEFERRED PROJECTS

DISCUSSION OF U. S. POLICY TOWARD INTER-AMERICAN
MILITARY COLLABORATION
(NSC 56/2; NSC Action No. 301-b)

When adopting the reference report, the NSC agreed to discuss the subject of the report at a later date prior to the anticipated trip to Latin America of the Secretary of Defense. To be scheduled on the agenda of a future Council meeting.

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7. CANCELLED PROJECTS

DEFENSE OF FORMOSA

(Memos for NSC from Executive Secretary, same subject, dated July 31, and August 2, 1950; NSC Action No. 329)

Memorandum by the JCS on the subject, transmitted to the President by the Secretary of Defense, was referred by the President to the NSC and the Secretary of the Treasury for consideration and recommendation as a matter of urgency. Circulated by the reference memo of July 31 for memorandum action. Approved by NSRB on July 31. Disapproved by State, August 2, with comments circulated by reference memo of August 2. Subject discussed at 63d NSC meeting when action was deferred pending further discussion between the Secretaries of State and Defense. Project cancelled in view of the fact that a directive on the subject was subsequently issued by the Secretary of Defense with the approval of the President and the Secretary of State.

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